

COUNTY OF LOS ANGELES

DEPARTMENT OF PUBLIC WORKS

"To Enrich Lives Through Effective and Caring Service"

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IN REPLY PLEASE
REFER TO FILE: A-0

August 4, 2005

TO: Each Supervisor

FROM: Donald L. Wolfe

Director of Public Works

BOARD AGENDA DATE: AUGUST 9, 2005, SYNOPSIS 34 ATHENS/WOODCREST/OLIVETA GARBAGE DISPOSAL DISTRICT TERMINATION OF CONTRACT

On March 29, 2005, your Board awarded Contract No. 001541 to H&C Disposal Service (H&C) for refuse collection and recycling services to the Athens/Woodrest/Oliveta Garbage Disposal District.

The contract called for the automated collection, transportation, and management of separate refuse, recyclable materials, and green waste. Since the contract began on July 1, 2005, the contractor was unable to secure a performance bond and has not provided all refuse services as required by the contract.

On August 3, 2005, Public Works met with Matt Bagdasarian, President of H&C, and all parties mutually agreed to terminate the contract effective August 9, 2005, with H&C waiving any and all potential claims. We are recommending to the Board that we award an emergency contract to Consolidated Disposal Services, LLC (Consolidated), on a month-to-month basis for a period not to exceed six months, as permitted by State law. Consolidated offered to provide emergency service at a rate of \$9.90 per refuse unit for manual services. We believe that the rate is fair and reasonable for this emergency contract. Consolidated is a contractor with prior experience who was contracted to provide hauler services to this area from July 1, 2000, to June 30, 2005. The proposed rate is generally consistent with the prior rate offered by Consolidated of \$7.75 per refuse unit, adjusted for increases in the Consumer Price Index, the cost of gasoline, and workers' compensation insurance.

DDE:plg
GARBAGE DISPOSAL DISTRICT

cc: Chief Administrative Office

Executive Office